

TALK ABOUT CURING AUTISM
FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Talk About Curing Autism

We have audited the accompanying financial statements of Talk About Curing Autism (a nonprofit organization), which comprise the financial position as of December 31, 2013 and 2012, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

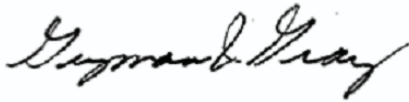
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Auditors' Responsibility (Continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Talk About Curing Autism as of December 31, 2013 and 2012, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in cursive script, appearing to read "Guzman & Gray".

Guzman & Gray
Long Beach, California
August 1, 2014

TALK ABOUT CURING AUTISM
STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2013 AND 2012

| <u>ASSETS</u> | | December 31, | |
|---|----|-----------------------|--------------------------|
| | | <u>2013</u> | <u>2012</u> |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | \$ | 117,589 | \$ 172,577 |
| Accounts receivable | | 92,392 | 98,389 |
| Prepaid expenses | | 585 | 20 |
| Inventory | | 41,600 | 2,000 |
| Total Current Assets | | <u>252,166</u> | <u>272,986</u> |
| PROPERTY AND EQUIPMENT, net | | <u>28,605</u> | <u>22,233</u> |
| INTANGIBLE ASSETS, net | | | <u>6,111</u> |
| OTHER ASSETS | | | |
| Deposits | | <u>8,361</u> | <u>8,251</u> |
| TOTAL ASSETS | | <u><u>289,132</u></u> | <u><u>309,581</u></u> |
| <u>LIABILITIES AND NET ASSETS</u> | | | |
| LIABILITIES | | | |
| Accounts payable | | 46,280 | 43,230 |
| Accrued expenses | | 1,319 | 9,510 |
| Accrued payroll | | 29,785 | 20,161 |
| Other liabilities | | 2,729 | 644 |
| Deferred rent | | 1,500 | 3,000 |
| Note payable | | 5,330 | |
| Total Current Liabilities | | <u>86,943</u> | <u>76,545</u> |
| NET ASSETS | | | |
| Unrestricted | | 186,493 | 226,475 |
| Temporarily restricted | | 15,696 | 6,561 |
| Total Net Assets | | <u>202,189</u> | <u>233,036</u> |
| TOTAL LIABILITIES AND NET ASSETS | \$ | <u><u>289,132</u></u> | \$ <u><u>309,581</u></u> |

See Independent Auditors' Report and Notes to Financial Statements

TALK ABOUT CURING AUTISM
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2013

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|---|---------------------|-----------------------------------|-------------------|
| SUPPORT AND REVENUE | | | |
| Contributions | \$ 749,377 | \$ 60,426 | \$ 809,803 |
| Program revenues | 43,661 | | 43,661 |
| Product sales | 10,795 | | 10,795 |
| Less cost of sales | (12,194) | | (12,194) |
| | <u>(1,399)</u> | | <u>(1,399)</u> |
| Fundraising | 451,609 | | 451,609 |
| Less: direct benefits | (137,825) | | (137,825) |
| Net fundraising revenues | <u>313,784</u> | | <u>313,784</u> |
| In-kind contributions | 242,243 | | 242,243 |
| Interest income | 145 | | 145 |
| | <u>1,347,811</u> | <u>60,426</u> | <u>1,408,237</u> |
| NET ASSETS RELEASED FROM RESTRICTION | | | |
| | <u>51,291</u> | <u>(51,291)</u> | |
| TOTAL SUPPORT AND REVENUE | <u>1,399,102</u> | <u>9,135</u> | <u>1,408,237</u> |
| EXPENSES | | | |
| Program | 1,073,810 | | 1,073,810 |
| Administrative | 106,151 | | 106,151 |
| Fundraising | 259,123 | | 259,123 |
| | <u>1,439,084</u> | | <u>1,439,084</u> |
| TOTAL EXPENSES | <u>1,439,084</u> | | <u>1,439,084</u> |
| CHANGE IN NET ASSETS | (39,982) | 9,135 | (30,847) |
| BEGINNING NET ASSETS | <u>226,475</u> | <u>6,561</u> | <u>233,036</u> |
| ENDING NET ASSETS | <u>\$ 186,493</u> | <u>\$ 15,696</u> | <u>\$ 202,189</u> |

See Independent Auditors' Report and Notes to Financial Statements

TALK ABOUT CURING AUTISM
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2012

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|---|---------------------|-----------------------------------|-------------------|
| SUPPORT AND REVENUE | | | |
| Contributions | \$ 788,277 | \$ | \$ 788,277 |
| Program revenues | 25,693 | | 25,693 |
| Product sales | 11,185 | | 11,185 |
| Less cost of sales | (11,370) | | (11,370) |
| | <u>(185)</u> | | <u>(185)</u> |
| Fundraising | 396,180 | | 396,180 |
| Less: direct benefits | (125,378) | | (125,378) |
| Net fundraising revenues | <u>270,802</u> | | <u>270,802</u> |
| In-kind contributions | 152,073 | | 152,073 |
| Interest income | 37 | | 37 |
| Loss on disposal of equipment | (294) | | (294) |
| | <u>1,236,403</u> | | <u>1,236,403</u> |
| NET ASSETS RELEASED FROM RESTRICTION | | | |
| | <u>29,682</u> | <u>(29,682)</u> | |
| TOTAL SUPPORT AND REVENUE | <u>1,266,085</u> | <u>(29,682)</u> | <u>1,236,403</u> |
| EXPENSES | | | |
| Program | 919,807 | | 919,807 |
| Administrative | 114,484 | | 114,484 |
| Fundraising | 274,511 | | 274,511 |
| | <u>1,308,802</u> | | <u>1,308,802</u> |
| TOTAL EXPENSES | <u>1,308,802</u> | | <u>1,308,802</u> |
| CHANGE IN NET ASSETS | (42,717) | (29,682) | (72,399) |
| BEGINNING NET ASSETS | <u>269,192</u> | <u>36,243</u> | <u>305,435</u> |
| ENDING NET ASSETS | <u>\$ 226,475</u> | <u>\$ 6,561</u> | <u>\$ 233,036</u> |

See Independent Auditors' Report and Notes to Financial Statements

TALK ABOUT CURING AUTISM
STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012

| | December 31, | |
|---|--------------|-------------|
| | 2013 | 2012 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Change in Net Assets | \$ (30,847) | \$ (72,399) |
| Adjustments to Reconcile Change in Net Assets to Net Cash Provided By | | |
| Depreciation and amortization | 14,951 | 12,718 |
| Loss on disposal of equipment | | 294 |
| Donated equipment | (5,116) | (8,700) |
| (Increase) decrease in assets: | | |
| Accounts receivable | 5,997 | (48,349) |
| Prepaid expenses | (565) | 29,582 |
| Inventory | (39,600) | (2,000) |
| Deposits | (110) | |
| Increase (decrease) in liabilities: | | |
| Accounts payable | 3,050 | 2,773 |
| Accrued expenses | (8,191) | 2,118 |
| Accrued payroll | 9,624 | (1,147) |
| Other liabilities | 2,085 | (1,633) |
| Deferred rent | (1,500) | (1,500) |
| Net Cash Used in Operating Activities | (50,222) | (88,243) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property and equipment | (10,096) | (8,823) |
| Net Cash Provided by Investing Activities | (10,096) | (8,823) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Increase (decrease) from note payable, net | 5,330 | |
| Net Cash Provided by Investing Activities | 5,330 | |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (54,988) | (97,066) |
| BEGINNING CASH AND CASH EQUIVALENTS | 172,577 | 269,643 |
| ENDING CASH AND CASH EQUIVALENTS | \$ 117,589 | \$ 172,577 |
| <u>SUPPLEMENTAL INFORMATION</u> | | |
| INTEREST PAID | NONE | NONE |
| INCOME TAXES PAID | NONE | NONE |

See Independent Auditors' Report and Notes to Financial Statements

TALK ABOUT CURING AUTISM
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2013

| | <u>Program</u> | <u>Administrative</u> | <u>Fundraising</u> | <u>Total</u> |
|--------------------------------------|----------------------------|--------------------------|--------------------------|----------------------------|
| Personnel (incl. taxes & benefits) | \$ 494,932 | \$ 54,388 | \$ 168,657 | \$ 717,977 |
| Parent & mentor support | 186,343 | | | 186,343 |
| Professional fees | 60,169 | 12,111 | 31,527 | 103,807 |
| Scholarships | 95,196 | | | 95,196 |
| Occupancy | 64,995 | 7,073 | 14,732 | 86,800 |
| TACA conference hosting | 65,844 | | 4,130 | 69,974 |
| Printing - educational resources | 25,701 | | | 25,701 |
| Travel, mileage, parking, tolls | 18,941 | 550 | 5,884 | 25,375 |
| Meeting, donor, volunteer apprec. | 9,364 | 99 | 11,943 | 21,406 |
| Credit card and online fees | | 19,233 | | 19,233 |
| Stationary & supplies | 9,477 | 2,005 | 5,313 | 16,795 |
| Depreciation and amortization | 11,538 | 1,092 | 2,321 | 14,951 |
| Insurance | 10,750 | 754 | 2,528 | 14,032 |
| Printing - general | 1,670 | 50 | 4,900 | 6,620 |
| Telephone, internet | 4,100 | 464 | 1,574 | 6,138 |
| Website | 5,970 | | | 5,970 |
| Postage & shipping - educ. resources | 4,225 | | | 4,225 |
| Postage & shipping - general | 710 | 780 | 2,429 | 3,919 |
| Facility rentals | 653 | | 2,458 | 3,111 |
| Other | 3,232 | 7,552 | 727 | 11,511 |
| | <u>3,232</u> | <u>7,552</u> | <u>727</u> | <u>11,511</u> |
| TOTAL EXPENSES | <u>\$ 1,073,810</u> | <u>\$ 106,151</u> | <u>\$ 259,123</u> | <u>\$ 1,439,084</u> |

See Independent Auditors' Report and Notes to Financial Statements

TALK ABOUT CURING AUTISM
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2012

| | <u>Program</u> | <u>Administrative</u> | <u>Fundraising</u> | <u>Total</u> |
|---------------------------------------|-------------------|-----------------------|--------------------|---------------------|
| Personnel (incl. taxes & benefits) | \$ 425,507 | \$ 60,903 | \$ 161,897 | \$ 648,307 |
| Parent & mentor support | 131,620 | | | 131,620 |
| Professional fees | 74,392 | 10,605 | 26,006 | 111,003 |
| Scholarships | 61,754 | | | 61,754 |
| Occupancy | 53,539 | 7,301 | 20,280 | 81,120 |
| TACA conference hosting | 61,128 | 2,439 | 7,314 | 70,881 |
| Printing - educational resources | 23,928 | | | 23,928 |
| Travel, mileage, parking, tolls | 29,470 | 325 | 11,193 | 40,988 |
| Meeting, donor, volunteer apprec. | 7,019 | 422 | 10,409 | 17,850 |
| Credit card & online fundraising fees | | 11,144 | 6,346 | 17,490 |
| Stationary & supplies | 16,303 | 1,989 | 8,366 | 26,658 |
| Depreciation and amortization | 7,573 | 3,161 | 1,984 | 12,718 |
| Insurance | 7,849 | 2,827 | 736 | 11,412 |
| Printing - general | 1,701 | | 8,108 | 9,809 |
| Telephone, internet | 3,777 | 592 | 1,850 | 6,219 |
| Website | 6,187 | | | 6,187 |
| Postage & shipping - educ. resources | 3,713 | | | 3,713 |
| Postage & shipping - general | 481 | 889 | 4,033 | 5,403 |
| Facility rentals | 908 | | 3,632 | 4,540 |
| Other | 2,958 | 11,887 | 2,357 | 17,202 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| TOTAL EXPENSES | <u>\$ 919,807</u> | <u>\$ 114,484</u> | <u>\$ 274,511</u> | <u>\$ 1,308,802</u> |

See Independent Auditors' Report and Notes to Financial Statements

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE 1 – REPORTING ENTITY AND ORGANIZATION

Talk About Curing Autism (TACA) is a national non-profit 501(c)(3) organization dedicated to educating, empowering and supporting families affected by autism. For families who have just received the autism diagnosis, TACA aims to speed up the cycle time from the autism diagnosis to effective treatments. TACA helps to strengthen the autism community by connecting families and the professionals who can help them, allowing them to share stories and information to help improve the quality of life for people with autism. This is done through monthly meetings in California and 18 other states. Services provided include one-on-one mentoring for parents, social events for children and parents, newsletters, books, audio and video tapes on current updates in the field, medical assistance for children with autism, and training to local physicians. TACA's primary source of income is from donations from the public, corporations, foundations, and various fundraisers held at various times during the year.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting

Basis of Presentation

The net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions as follows:

Unrestricted net assets – Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Organization pursuant to those stipulations or that expire by the passage of time. Temporarily restricted resources whose restrictions are met in the same reporting period are recorded as unrestricted.

Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For the purpose of the statement of cash flows, TACA considers cash on hand and cash in other depository institutions with an original maturity of three months or less to be cash equivalents.

Accounts Receivable

Pledges receivable are recorded when collectability is reasonably assured. Accounts receivable are stated at the amount management expects to collect from outstanding balances. No allowance for uncollectable amounts has been established as management believes the all receivables to be fully collectible.

Prepaid Expenses

Prepaid expenses include deposits and advance payments for events and program activities.

Inventory

Inventory consists of promotional materials and donated goods for the benefit of TACA programs. Inventory is recorded at the lower of cost or fair market value.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the fair market value at date of donation. Depreciation is recognized on the straight-line method over estimated useful lives of three to seven years. Additions and improvements that increase the capacity or lengthen the useful lives of the assets are capitalized. Repairs and maintenance are expensed as incurred.

Intangible Assets

The Organization capitalized major modifications to the website as intangible assets. Intangible assets are carried at cost or, if donated, at the fair market value at date of donation. Amortization is recognized on the straight-line method over an estimated useful life of three years. Additions and improvements that increase the capacity or lengthen the useful lives of the assets are capitalized. Normal maintenance and updates are expensed as incurred.

Product Sales and Cost of Goods Sold

The Organization sells various products including autism educational materials, TACA apparel and accessories, and various other products. The Organization does not record an inventory for such products as management believes the total value is not material to the financial statements. Products are expensed in the year they are purchased.

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services and Goods

The Organization recognizes the contribution of services if the services received require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed services that do not meet the criteria shall not be recognized.

Donated goods are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated goods to a specific purpose.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Exempt Organization Status

The Organization is exempt from income taxes under Internal Revenue Code Section 501(c)(3) and California Revenue Code Section 23701(d). The Organization is classified by the Internal Revenue Service as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(c)(2). Income for certain activities not directly related the Organization's tax-exempt purpose is subject to taxation as unrelated business income.

The Organization recognizes the financial statement benefit of tax positions, such as its income tax exempt filing status, only after determining that the relevant tax authority would more likely than not sustain the position following an audit. The Organization is subject to potential income tax audits on open tax years by any taxing jurisdiction in which it operates. The statute of limitations for federal and California purposes is generally three and four years, respectively.

Reclassifications

Certain reclassifications have been made to the 2012 financial statements to conform to the 2013 presentation.

Reporting of Subsequent Events

In preparing these financial statements, TACA has evaluated events and transactions for potential recognition or disclosure through August 1, 2014, the date the financial statements were available to issue.

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE 3 – PROPERTY AND EQUIPMENT

A summary of property and equipment for the years ended December 31 is as follows:

| | <u>December 31,</u> | |
|--------------------------------|---------------------|------------------|
| | <u>2013</u> | <u>2012</u> |
| Furniture | \$ 19,899 | \$ 12,465 |
| Equipment | 16,560 | 10,715 |
| Computer equipment | 37,761 | 36,481 |
| Leasehold improvements | <u>3,170</u> | <u>3,170</u> |
| | 77,390 | 62,831 |
| Less: accumulated depreciation | <u>(48,785)</u> | <u>(40,598)</u> |
| Net Property and Equipment | <u>\$ 28,605</u> | <u>\$ 22,233</u> |

For the years ended December 31, 2013 and 2012, depreciation expense was \$8,840 and \$6,051, respectively.

NOTE 4 – INTANGIBLE ASSETS

A summary of intangible assets for the years ended December 31 is as follows:

| | <u>December 31,</u> | |
|--------------------------------|---------------------|------------------|
| | <u>2013</u> | <u>2012</u> |
| Website | \$ 20,000 | \$ 20,000 |
| Less: accumulated amortization | <u>(20,000)</u> | <u>(13,889)</u> |
| Net Intangible Assets | <u>\$ 0</u> | <u>\$ 6,111</u> |

For the years ended December 31, 2013 and 2012, amortization expense was \$6,111 and \$6,667, respectively.

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE 5 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets for the years ended December 31 are as follows:

| | December 31, | |
|-----------------------------------|--------------|----------|
| | 2013 | 2012 |
| State of HI - Family Scholarships | \$ 15,696 | \$ 6,561 |

Net assets were released from donor restrictions either by incurring expenses, which satisfied the restricted purposes or by the occurrences of other events specified by donors during the years ended December 31, 2013 and 2012.

NOTE 6 – FUNDRAISING AND SPECIAL EVENTS

TACA conducts special events to raise funds to support TACA’s operations and various programs. All events are conducted in accordance with applicable Federal, State, and local laws and ordinances.

Revenues and expenses relating to special events for the year ended December 31, 2013 are as follows:

| | Ante Up | Golf Tournament | Coble Events | Other | Total |
|-------------------------|------------|--------------------|-----------------|------------|------------|
| Revenue | \$ 263,545 | \$ 59,608 | \$ 26,430 | \$ 102,026 | \$ 451,609 |
| Less: DDB | (99,458) | (23,775) | (10,820) | (3,772) | (137,825) |
| | 164,087 | 35,833 | 15,610 | 98,254 | 313,784 |
| Fundraising Expenses | (21,235) | (2,613) | (1,175) | (512) | (25,535) |
| Net Revenue | \$ 142,852 | \$ 33,220 | \$ 14,435 | \$ 79,972 | \$ 288,249 |

Revenues and expenses relating to special events for the year ended December 31, 2012 are as follows:

| | Ante Up | Golf Tournament | Other | Total |
|-------------------------|------------|--------------------|-----------|------------|
| Revenue | \$ 261,735 | \$ 48,717 | \$ 85,728 | \$ 396,180 |
| Less: DDB | (107,414) | (14,913) | (3,051) | (125,378) |
| | 154,321 | 33,804 | 82,677 | 270,802 |
| Fundraising Expenses | (22,661) | (3,594) | (2,704) | (28,959) |
| Net Revenue | \$ 131,660 | \$ 30,210 | \$ 79,973 | \$ 241,843 |

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE 7 – IN-KIND GOODS AND SERVICES

Many individuals volunteer their time and perform a variety of tasks that assist TACA. Only contributed services meeting the requirements for recognition as described in Note 2 are recognized in the financial statements. For the year ended December 31, 2013 and 2012, TACA recognized in-kind revenues of \$242,243 and \$152,073, respectively.

NOTE 8 – COMMITMENTS

During September 2011, TACA entered a 40 month facility lease agreement which requires monthly payments of \$7,501 and provides rent abatement for 3 months. As of December 31, 2013 and 2012, the Organization recorded deferred rent of \$1,500 and \$3,000, respectively.

Future minimum lease commitments for operating leases are as follows:

| Year Ended December 31, | |
|----------------------------|------------------|
| 2014 | \$ 82,509 |
| Thereafter | <u>none</u> |
| Total | <u>\$ 82,509</u> |

For the years ended December 31, 2013 and 2012, TACA recognized rent expense of \$86,800 and \$81,120, respectively.

NOTE 9 – RELATED PARTY TRANSACTIONS

TACA uses information technology services provided by a company that is owned by a member of the board of directors. TACA purchases computer and phone equipment from the company and receives inhouse information technology maintenance and monitoring services and donated equipment. For the years ended December 31, 2013 and 2012, TACA made total payments of \$1,421 and \$1,146 for these services and recognized in-kind revenues and expenses of \$16,013 and \$16,569 for these services.

TACA uses event planning services from an individual who is married to a board member. For the year ended December 31, 2013 and 2012, TACA made total payments of \$17,325 and \$17,475 for these services.

TALK ABOUT CURING AUTISM
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

NOTE 10 – CONCENTRATION OF CREDIT RISK

For the years ended December 31, 2013 and 2012, contributions and net fundraising contributions account for approximately 81% and 86% of revenue. Management is confident that this level of support will continue in the near future.

Cash deposits in financial institutions may exceed federally insured limits at times during the year. As of December 31, 2013 and 2012, the cash balances held at financial institutions did not exceed the FDIC insurance limit of \$250,000. Cash deposited in financial institutions differs from cash presented in the statement of financial position due to timing differences.